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IDAHO PUBLIC UTILITIES COMMISSION

### 3996 E 200 N PO Box 598 Rigby, ID 83442

PH 208-745-0029

morningviewwater@gmail.com

FAX 208-745-0041

February 23, 2015

Jean Jewel Idaho Public Utilities Commission P.O. Box 83720 Boise, Idaho 83720-0074

MNV-W-15-01

RE: Morning View Water Company- Order #33044 -Additional Request

Dear Ms. Jewel,

The Morning View Water Company would like to formally request approval from the Idaho Public Utilities Commission to increase the amount of our current loan with the Idaho Department of Environmental Quality for improvements to our water system. You may recall when the original scope was bid the costs came in over budget. We made some changes to the scope as well as removed many items from the project. Some of these items included; backup power to the new well site, VFD pumps to the existing well, and security fencing around both well sites. During the course of construction we have also identified some meter work in need of repair and improvements to eliminate freezing of the connection lines. The new meters and metering equipment will also require the purchase of new software that will cost approximately \$5,000. The Idaho Department of Environmental Quality is requiring that the backup power and fencing be put pack in the project as required by state law for well head protection. They are also recommending the VFD's be installed in the existing well to eliminate volatility of the old pumps and reduce operation and maintenance costs on the system.

Given these costs and requirements we would like to request approval from the PUC to barrow an additional \$120,000 in loan funds from the IDEQ. Requesting the \$120,000 will give us approximately \$5,000 for contingency for the remaining work. The additional request will result in a total loan of \$530,000 @1.25% interest for 30 years with \$78,533 in loan forgiveness. The increase per user per month for debt and debt reserve will be approximately \$15.70.

We have attached the change order request from the contractor. Our engineer has reviewed the costs and recommended approval of all items pending approval from the PUC and IDEQ. We appreciate your interest and attention to this matter. Please call if you have any questions regarding this request.

Sincerely,
Molan Muiling

Nolan Gneiting President

Cc: Willie Teuscher, IDEQ

Rick Miller, The Development Company

### **3H Construction LLC**

P.O. Box 2250, Idaho Falls, ID 83403-2250

Office: 208-359-8009

Fax: 208-359-1512

Cell: 208-589-7713

Aspen Engineering Ryan Loftus

February 10, 2015

#### PRICES FOR CHANGE ORDER REQUESTS

MORNING VIEW WATER COMPANY NEW WELL AND METER INSTALLATION

#### Item 1:

Provide additional 3/4" Meters

3 each at \$297.00

\$891.00

Provide additional 1" Meters

3 each at \$318.00

\$954.00

### Item 2: Work has been performed.

Additional insulation pads and earth work around existing meter pits to protect from exposure and freezing.

Materials
Labor
Equipment

\$660.00

\$1,080.00

\$1,100.00

\$2,840.00

Meter installation itemized per location.

\$4,610.00

(see attached Change Order Request dated December 5, 2014)

#### Item 3:

Provide and install (1) 80 KW generator\*

277/480 v, 4 wire, 1800 rpm, natural gas

Sound enclosure

DEC 3000 controller

1500 w 120 v block heater

One 12 v battery charger

One automatic transfer switch

Concrete pad for generator

Up to 450 LF 3/4" natural gas service

\*Lead time is 6 to 8 weeks after approved submittals.

\$53,580.00

Public Works License: 15614-AA-4

Contractor Registration: RCE-17319

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## **3H Construction LLC**

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Provide 6' fence around new well house with safety wire, (4) corner posts, (1) 48" man gate, (1) 12' double swing drive thru	\$9,275.00
Provide 6' fence around existing older well house, with safety wire, (3) corner posts, (2) end posts, (1) 48" man gate, (1) 12' double swing drive thru	\$7,840.00

#### Item 5:

Provide VFD's and filters* for existing well house (we will honor the price on original bid alternate #1) *Lead time is 4 weeks.	:	\$26,912.00
Demolition of existing storage tanks and old piping		\$2,800.00
New modified piping install (2) 350 X Troll bladder tanks		\$3,150.00
One new 8" or 6" isolation valve if required		\$1,920.00
Item 6: Work has been performed. *		

# KNOWN COSTS TO DATE

(see attached Change Order Request dated August 26, 2014)

\$121,726.20

\$6,954.20

ALSO – we are waiting for easement to connect 6" water line for circulation. Cost will be \$30.00 per lineal foot.

Sincerely,

Increased well depth

Public Works License: 15614-AA-4

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